PROJECT ARRANGEMENT

Between the Department of Energy of the United States of America and the Institute of Endocrinology and Metabolism U.S. - Ukraine Thyroid Study

Purpose:

The purpose of this Project Arrangement is to establish the framework for the receipt, distribution, and accountability of funds to be provided by the U.S. Department of Energy (hereafter referred to as DOE) to the Institute of Endocrinology and Metabolism (hereafter referred to as IEM) in support of research activities carried out in accordance with the "Letter Arrangement for Continuing Cooperation on the Implementation of the Scientific Protocol for the Study of Thyroid Cancer and Other Thyroid Disease in Ukraine Following the Chernobyl Accident," which was signed on May 10, 1995.

This new Arrangement is to permit the completion of work initiated under the previous Arrangement for the period June 3, 1996 though June 2, 1997.

The format for financial reporting requirements is described in Annex I to the June 3, 1996 Arrangement. The tasks/subtasks to be done under this Arrangement are detailed in Annex II to the June 3, 1996, Arrangement. The project will be referred to as the UkrAm Thyroid Study.

Parties:

The responsible parties will be the Director, Office of International Health Programs, DOE, and the Director, IEM, Kiev, Ukraine.

Scope:

The scope of the Arrangement pertains only to those funds transferred directly by the DOE to IEM for the purpose of support and services for activities directly related to the UkrAm Thyroid Study. Funds directed to Ukraine in the framework of agreement on "Scientific Protocol of Thyroid Cancer and Other Thyroid Disease in Ukraine Following Chernobyl Accident" have the character of charitable donations to support non-profit scientific activity of Ukrainian scientists who are working on the questions of the execution of this agreement.

Areas of Agreement:

1. DOE will provide to the Director of the IEM, U.S. funds to be allocated, distributed, and used solely for the development and implementation of the UkrAm Thyroid Study.

- 2. DOE already has contributed \$60,000 for the first three quarters of work. One more payment of \$20,000 remains. DOE will contribute \$20,000 to provide supplemental personnel support and travel costs for work related to the UkrAm Thyroid studies.
- 3. Transfer of U.S. funds will be initiated in the amount of \$20,000, conditional upon:
 - The signing of this document;
 - Receipt of written approval from the National Cancer Institute (NCI) of the milestones accomplished in the third quarter and the new milestones for the fourth quarter, an invoice from IEM for the fourth quarter, and the following bank account information for the wire transfer of funds:
 - 1. U.S. Bank Name
 - 2. U.S. Bank Account Number
 - 3. SWIFT
 - 4. Bank Street Address
 - 5. Bank City, Country, and Zip Code
 - 6. Beneficiary's Name
 - 7. Beneficiary's Bank Name
 - 8. Beneficiary's Account Number
 - 9. Name and Passport Number of Person Authorized to Retrieve the Funds
- 4. U.S. funds will be allocated in the following manner by the IEM:
 - Up to ten (10) percent of the total of all DOE funds shall be used for administrative or indirect costs directly related to the UkrAm Thyroid Study;
 - Up to ten (10) percent of the total DOE funds may be spent for travel directly related to the UkrAm Thyroid Study; and
 - The remainder of the funds shall be allocated for supplementary personnel support. Personnel support in understood to include primarily direct salary supplementation allocated to individual project personnel based on the relative effort each person spends on the UkrAm Thyroid Study and their professional duties in the study. Funds will be allocated in two categories: support personnel will be paid between \$50 and \$250 per month, depending upon the level of responsibility; professional staff will be paid between \$100 and \$500 per month, depending upon the level of responsibility.
- 5. U.S. funds will be transferred directly to the Ukraine National Office of International Projects (UNOIP) to be used for the account of the IEM. The U.S. funds will not be subject to taxes, duties, or other handling or administrative charges beyond modest bank-transfer fees and the four (4) percent fee charge by the UNOIP.

6. Reports are to be sent to the DOE Office of International Health Programs with copies sent to NCI.

Site Visits:

At the mutual convenience of both parties, DOE staff may visit Ukraine to meet with scientists to learn about the progress of the UkrAm Thyroid Study.

General Provisions:

Cooperation under this Arrangement will be in accordance with the laws and regulations under which each party operates. Funds shall be provided subject to the availability of appropriated funds and to the mutual consent of the two parties.

Entry into Force and Terminations:

This Project Arrangement is subject to the availability of U.S. DOE funds, and shall enter into force upon signing by both parties and remain in force for one (1) year. The Arrangement may be amended at any time by mutual consent of the parties. This Arrangement may be terminated by either party upon ninety (90) days written notice to the other party.

For the U.S. Department of Energy Office of International Health Programs	For the Institute of Endocrinology and Metabolism, Kiev, Ukraine
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Frank Hawkins, Director	Director
Date: 6/10/97	Date: 26.06.97